US EPA Brownfields Program Overview

Designed to provide communities some of the added capacity to work on redevelopable sites.



IH - Canton, IL

By providing funding for planning, assessment and cleanup...

- •\$60 M in funding out
- •\$510 M in ongoing projects
- •473 community assessed sites
- •193 state assessed sites
- •75 sites ready for redevelopment
- •29 sites undergoing cleanup
- •37 redevelopment projects
- •1100 new jobs

Much redevelopment is not industrial.



MEI, HfH Twin Cities, MN

Involves other agencies:

- HUD BEDI, EDI, CDBG, Loan and Mortgage guarantees
- EDA Economic development grants
- States
- Communities



Public sector reuses



Metro Transit Authority - Before



Not all brownfields are urban...



Senior Services Center - Virginia, MN



Legislation Background

- Brownfield Program lacked legislative authority
- Operated under Superfund law and rules (NCP)
- Legislation was Administration Priority
- Senate Bill 350 passed 99-0 in April 2001
- HR 2869 and HR 1831 joined in Sept 2001
- Combined House and Senate Bills passed 12/20/01. Signed into law 1/11/02.

Brownfields Revitalization

An act in 3 subtitles:

- BrownfieldsFunding
- Liability Relief
- State Programs



Northwestern Steel - Sterling, IL

EPA's Brownfields Funding

- \$250M authorized per year to...

 "eligible entities"...cities, redevelopment authorities, regional councils, states and tribes to assess and clean up sites.
 - \$200M offered on a competitive basis
 - \$50M to build or enhance state and tribal response programs.
- Grant cycle should open by 9/30/2002.

Brownfields Funding



- May limit funds available per year for a single recipient
- Communities may come in year after year for additional funding on new sites.

What funds are available?

- Site Assessment Grants
- Brownfields Revolving Loans & Grants for Cleanup
- Cleanup Grants
- Other EPA assistance
- Grants to Tribal and State Environmental Response Programs
- Job Training Grants

What properties are eligible?

Expanded definition of a brownfield:

"real property, the expansion, redevelopment or reuse of which may be complicated by the presence or potential presence of a hazardous substance, pollutant, or contaminant"

Unless it's one of the following:

Exclusions and "Add-backs"

These sites are only a brownfield if EPA "adds them back" on a site-by-site basis:

- site of a planned or on-going removal action
- site where there is a federal (non CERCLA) enforcement action
- site that is subject to RCRA corrective action and a permit or order has a corrective action component
- certain SW land disposal units are present
- portions of sites where PCBs have been discharged
- portions of sites where LUST Trust funds are used

Exclusions from BF Funds

These properties are <u>not</u> eligible for brownfields funds:

- a site that is on or proposed for the Superfund National Priorities List
- a site that is subject to a Superfund enforcement action
- federally held lands, except tribal lands.

Covers Additional Types of Sites

- petroleum contamination sites
 - up to 25% of funds
- mine-scarred sites
- impacted by a controlled substance
- asbestos and leadbased paint



1. EPA Site Assessment Grants

Site assessment grants:

- \$200,000 grant, with one-time waiver to \$350,000
- community-wide or property-specific for:
 - inventory
 - characterization– hazardous waste
 - assessment
 - planning
 - insurance

- petroleum

Who Can Apply for Assessment Grants?

- "Eligible Entities":
 - Local governments
 - Tribes
 - States
 - Redevelopment agencies
 - Other specific types of governmental agencies

Examples of Eligible Activities



- Area-wide groundwater assessments
- Multi- or single property Phase I and II environmental assessments
- Site Investigations
- Creation of site inventories, with GIS data
- Planning activities

2. Revolving Loans for Cleanups

- \$1M grant from EPA to:
 - Local governments
 - Tribes
 - States
 - Redevelopment agencies
 - Other specific types of governmental agencies
- to create revolving loan fund
- recipient can loan to other eligible entities, themselves, non profits, & private parties



Revolving Loans for Cleanups

- can grant up to 40% to eligible entity or non-profit that owns property
- loan entity can keep the money once it is repaid
- cannot provide loan or grant to party that caused contamination
- federal technical and administrative requirements are reduced.

Revolving Loans for Cleanups

- petroleum properties are eligible.
- asbestos and lead paint abatement are possible actions.
- may require 20% match
- terms of repayment are up to loan entity.
- TIF and ER TIF proceeds can be repayment mechanism.
- eligible entity may receive more funding over time.

3. Brownfield Cleanup Grant

- covers cleanup costs
- \$200,000 per project
- eligible entities and non profits can receive grant
- property must be owned by grant recipient
- can cover insurance costs
- cannot be given if person who caused contamination can pay
- petroleum properties are eligible

Brownfield Cleanup Grant

A local government may use no more than 10% of cleanup grant to:

- monitor the health of populations exposed to a brownfield property
- monitor and enforce institutional controls

Examples of Eligible Activities

- Removal and treatment of contaminated soil
- Engineering barrier over contaminated soils
- Active groundwater treatment system
- Groundwater monitoring
- Environmental insurance

4. Other EPA Assistance

EPA cannot expend more than 15% per year for:

- training, research & technical assistance for non-profits and eligible entities
- facilitating an inventory of brownfields
- providing assessments, remediation and community involvement or site preparation

How to Apply

- Application materials expected out by September 30, 2002
- DNR will notify through listserv emails
 & web
- Will be in posted on EPA's web site at: www.epa.gov/swerosps/bf/
- Also, call EPA Region 5 contact

Process: 2 likely steps....

2-step process:

- initial submittal of application and site information to EPA Region V -11/02
- will screen for site eligibility
- eligible projects invited to submit Step 2
 or final proposal application to EPA HQ
 02/03
- awards in June/July 2003

EPA Grants for Tribal and State Environmental Response Programs

State and Tribal Response Programs

- Authorizes \$50M per year to assist states and tribes in developing and enhancing response programs.
- Funds available if it has a BF/VCP MOA, or is developing or has a program with the following elements:
 - timely survey and inventory of brownfields
 - oversight and enforcement authorities
 - meaningful public participation
 - mechanism for cleanup plan and completion approval

State and Tribal Response Programs

 State and tribal response programs may use the funds to hire staff, purchase equipment, perform assessments, purchase insurance products and establish loan programs...plus more.

Ft Wayne, IN - Labor Day, 1997





Phoenix Place, Ft Wayne, IN—2000 Fed grant, State grant and loan, City funds, Housing not-for-profit

Jackson, Michigan - Consumer's Energy Headquarters, March 2002 After \$50K Phase II



River Way - East Moline, IL

Road project offering access to commercial, residential and recreational development



Partnerships:

- Creativity comes in groups 14 on this house...
- No one entity has all the solutions. EPA program designed to work with existing efforts.



Some sites require more...

Northwestern Steel - Sterling, IL

- State Funding
- Fed Funding
- Private Sector Investment
- Fed Enforcement Agreement

Commitment of City = key

